

# Federated Hermes Conservative Municipal Microshort Fund

## Portfolio of Investments

May 31, 2023 (unaudited)

Principal Amount		Value
	<sup>1</sup> SHORT-TERM MUNICIPALS—100.6%	
	<b>Alabama—2.8%</b>	
\$1,750,000	Columbia, AL IDB PCRB (Alabama Power Co.), (Series 2014-A) Daily VRDNs, 4.000%, 6/1/2023	\$ 1,750,000
2,400,000	Mobile, AL IDB (Alabama Power Co.), (Second Series 2009) Daily VRDNs, 4.100%, 6/1/2023	2,400,000
	TOTAL	4,150,000
	<b>Arkansas—3.5%</b>	
5,150,000	Blytheville, AR (Nucor Corp.), (Series 2002) Weekly VRDNs, 4.000%, 6/7/2023	5,150,000
	<b>California—17.6%</b>	
1,000,000	California HFA, Mizuho 3a-7 (Series 2022-MIZ9097) VRENS, (Mizuho Bank Ltd. GTD)/(Mizuho Bank Ltd. LIQ), 3.810%, 6/1/2023	1,000,000
6,000,000	California Statewide Communities Development Authority (Kensington Apartments LP), Tender Option Bond Trust Floater Certificates (Series 2022-MIZ9113) VRENS, (Mizuho Bank Ltd. GTD)/(Mizuho Bank Ltd. LIQ), 3.810%, 6/1/2023	6,000,000
500,000	Los Angeles, CA Department of Airports (Los Angeles International Airport), (Subseries B-2), CP, (Barclays Bank PLC LOC), 3.850%, Mandatory Tender 8/7/2023	499,807
7,200,000	Nuveen California AMT-Free Quality Municipal Income Fund, (Series A) MuniFund Preferred Shares Weekly VRDPs, 3.860%, 6/1/2023	7,200,000
1,445,000	Nuveen California Quality Municipal Income Fund, RIB Floater Trust (Series 2022-FR-RI-005) (Series 2 Preferred Shares) VRENS, (Barclays Bank PLC LIQ)/(Barclays Bank PLC LOC), 3.760%, 6/1/2023	1,445,000
3,300,000	River Islands, CA Public Financing Authority (River Islands, CA Public Financing Authority-Community Facilities District No. 2015-1), Tender Option Bond Trust Floater Certificates (Series 2022-MIZ9110) VRENS, (Mizuho Bank Ltd. GTD)/(Mizuho Bank Ltd. LIQ), 3.810%, 6/1/2023	3,300,000
6,700,000	San Francisco, CA City and County (1500 Mission Urban Housing LP), Mizuho 3A-7 (Series 2022-MIZ9115) VRENS, (Mizuho Bank Ltd. GTD)/(Mizuho Bank Ltd. LIQ), 3.810%, 6/1/2023	6,700,000
	TOTAL	26,144,807
	<b>Colorado—3.5%</b>	
4,400,000	Colorado Health Facilities Authority (National Jewish Medical and Research Center), (Series 2005) Weekly VRDNs, (UMB Bank, N.A. LOC), 3.750%, 6/1/2023	4,400,000
766,764	Colorado HFA (Steele San Juan, LLC), Mizuho 3a-7 (Series 2021-MIZ9068) VRENS, (Mizuho Bank Ltd. GTD)/(Mizuho Bank Ltd. LIQ), 3.810%, 6/1/2023	766,764
	TOTAL	5,166,764
	<b>Florida—2.5%</b>	
625,000	Broward County, FL Airport System, Airport System Revenue Bonds (Series 2019A), 5.000%, 10/1/2023	627,084
3,100,000	Jacksonville, FL HFA (Millennia Jacksonville TC LP), SPEARs (Series DBE-8055) Weekly VRDNs, (Deutsche Bank AG LIQ)/(Deutsche Bank AG LOC), 3.860%, 6/1/2023	3,100,000
	TOTAL	3,727,084
	<b>Idaho—0.7%</b>	
995,000	American Falls, ID Reservoir District (Idaho Power Co.), (Series 2000) Weekly VRDNs, 3.600%, 6/7/2023	995,000
	<b>Indiana—0.7%</b>	
1,000,000	Indiana State Finance Authority (Republic Services, Inc.), (Series A) TOBs, 4.000%, Mandatory Tender 6/1/2023	1,000,000
	<b>Kentucky—3.8%</b>	
500,000	Louisville & Jefferson County, KY Metropolitan Government (Louisville Gas & Electric Co.), (Series A) Weekly VRDNs, 3.500%, 6/2/2023	500,000
950,000	Meade County, KY Industrial Building Revenue Authority (Nucor Corp.), (Series 2021A-1) Daily VRDNs, 4.950%, 6/1/2023	950,000
4,150,000	Meade County, KY Industrial Building Revenue Authority (Nucor Corp.), (Series 2021B-1) Daily VRDNs, 4.950%, 6/1/2023	4,150,000
	TOTAL	5,600,000
	<b>Louisiana—5.3%</b>	
3,795,000	Calcasieu Parish, LA Public Trust Authority (Le Joliet LP), SPEARs 3a7 (Series DBE-8060) Weekly VRDNs, (Deutsche Bank AG LIQ)/(Deutsche Bank AG LOC), 3.860%, 6/1/2023	3,795,000
150,000	Louisiana Stadium and Exposition District, BANs (Series 2021), 4.000%, 7/3/2023	150,007
1,400,000	St. James Parish, LA (Nucor Steel Louisiana LLC), (Series 2010A-1) Weekly VRDNs, (Nucor Corp. GTD), 3.890%, 6/7/2023	1,400,000
2,500,000	St. James Parish, LA (Nucor Steel Louisiana LLC), (Series 2010B-1) Weekly VRDNs, (Nucor Corp. GTD), 3.900%, 6/7/2023	2,500,000
	TOTAL	7,845,007

Principal Amount		Value
<sup>1</sup> SHORT-TERM MUNICIPALS—continued		
<b>Massachusetts—3.5%</b>		
\$1,000,000	Massachusetts Development Finance Agency (Nantucket Electric Co.), (Series 2004), CP, (Massachusetts Electric Co. GTD), 3.400%, Mandatory Tender 6/12/2023	\$ 999,797
4,200,000	Nuveen AMT-Free Quality Municipal Income Fund, (Series D) MuniFund Preferred Shares Weekly VRDPs, 3.860%, 6/1/2023	4,200,000
	TOTAL	5,199,797
<b>Missouri—1.9%</b>		
2,810,000	Kansas City, MO Planned Industrial Expansion Authority (EPD3 Ridgeview LP), Mizuho 3a-7 (2022-MIZ9086) VRENS, (Mizuho Bank Ltd. GTD)/(Mizuho Bank Ltd. LIQ), 3.810%, 6/1/2023	2,810,000
<b>Multi-State—0.7%</b>		
400,000	Invesco Municipal Opportunity Trust, PUTTERS 3a-7 (VMTP 5029) Daily VRDNs, (JPMorgan Chase Bank, N.A. LIQ), 4.700%, 6/1/2023	400,000
600,000	Nuveen Municipal Credit Income Fund, PUTTERS 3a-7 (Series 5039) (VMFP Series C) Daily VRDNs, (JPMorgan Chase Bank, N.A. LIQ), 4.700%, 6/1/2023	600,000
	TOTAL	1,000,000
<b>Nevada—1.2%</b>		
1,785,000	Clark County, NV Water Reclamation District, (Series 2015), 5.000%, 7/1/2023	1,786,993
<b>New Jersey—10.2%</b>		
1,989,000	Alpine Borough, NJ BANs, 4.750%, 8/15/2023	1,990,117
1,500,000	Beach Haven, NJ BANs, 4.250%, 5/2/2024	1,502,507
1,000,000	Bridgewater-Raritan, NJ Regional School District BANs, 4.250%, 9/13/2023	1,000,490
1,538,000	Garwood, NJ BANs, 5.000%, 8/3/2023	1,539,971
1,500,000	Lakewood Township, NJ BANs, 4.250%, 10/24/2023	1,498,658
1,000,000	Lopatcong, NJ BANs, 4.500%, 10/6/2023	1,001,101
1,500,000	North Hunterdon-Vorhees, NJ Regional High School District BANs, 4.250%, 7/21/2023	1,499,513
1,500,000	Springfield Township, NJ (Union County) BANs, 4.250%, 5/1/2024	1,503,972
1,148,400	Stone Harbor, NJ BANs, 5.000%, 10/13/2023	1,149,847
1,000,000	West Wildwood, NJ BANs, 4.500%, 2/27/2024	1,001,670
1,398,190	Wyckoff Township, NJ BANs, 4.500%, 9/19/2023	1,397,194
	TOTAL	15,085,040
<b>New York—11.8%</b>		
355,000	Albany, NY Housing Authority (Nutmeg Garden Apartments), (Series 2005) Weekly VRDNs, (Citizens Bank, N.A., Providence LOC), 3.970%, 6/1/2023	355,000
4,500,000	Greater Southern Tier Board of Cooperative Educational Services, NY RANs, 4.000%, 6/30/2023	4,495,082
1,072,545	Hannibal, NY Central School District BANs, 4.250%, 6/28/2023	1,072,529
721,251	Lowville, NY, (Series A) BANs, 3.250%, 8/24/2023	719,456
1,000,000	New York State Environmental Facilities Corp. (Waste Management, Inc.), Solid Waste Disposal Refunding Revenue Bonds (Series 2012) TOBs, 3.875%, Mandatory Tender 8/1/2023	999,477
4,990,000	New York State HFA (42nd and 10th Street Associates LLC), 3a-7 High Grade Trust (Series 2022-007) VRENS, (Barclays Bank PLC LIQ)/(Barclays Bank PLC LOC), 3.810%, 6/1/2023	4,990,000
3,900,000	Nuveen New York AMT-Free Quality Municipal Income Fund, 800 (Series A) MuniFund Preferred Shares Weekly VRDPs, 3.860%, 6/1/2023	3,900,000
1,000,000	Walton, NY Central School District BANs, 4.000%, 6/28/2023	999,764
	TOTAL	17,531,308
<b>North Carolina—0.3%</b>		
400,000	Hertford County, NC Industrial Facilities & Pollution Control Financing Authority (Nucor Corp.), (Series 2000A) Weekly VRDNs, 4.000%, 6/7/2023	400,000
<b>Oklahoma—1.0%</b>		
1,450,000	Muskogee, OK Industrial Trust (Oklahoma Gas and Electric Co.), (1995 Series A) Weekly VRDNs, 3.650%, 6/7/2023	1,450,000
<b>Pennsylvania—9.7%</b>		
1,500,000	Pennsylvania Economic Development Financing Authority (PPL Energy Supply LLC), (Series 2009B) Weekly VRDNs, (MUFG Bank Ltd. LOC), 5.200%, 6/7/2023	1,500,000
3,000,000	Pennsylvania Economic Development Financing Authority (PPL Energy Supply LLC), (Series 2009C) Weekly VRDNs, (MUFG Bank Ltd. LOC), 5.200%, 6/7/2023	3,000,000
1,750,000	Pennsylvania Economic Development Financing Authority (Republic Services, Inc.), (Series A) TOBs, 3.700%, Optional Tender 7/17/2023	1,749,143

Principal Amount		Value
	<sup>1</sup> SHORT-TERM MUNICIPALS—continued	
	<b>Pennsylvania—continued</b>	
\$5,650,000	Pennsylvania Housing Finance Agency (Hershey Plaza, PA TC LP), SPEARs 3a7 (Series DBE-8057) Weekly VRDNs, (Deutsche Bank AG LIQ)/(Deutsche Bank AG LOC), 3.860%, 6/1/2023	\$ 5,650,000
2,500,000	Pennsylvania State Turnpike Commission, Subordinate Revenue Bonds (Second Series of 2016), 5.000%, 6/1/2023	2,500,000
	<b>TOTAL</b>	<b>14,399,143</b>
	<b>South Carolina—1.7%</b>	
2,555,000	South Carolina State Ports Authority, (Series 2018), 5.000%, 7/1/2023	2,556,783
	<b>Tennessee—3.1%</b>	
4,585,000	Chattanooga, TN Health, Educational & Housing Facility Board (CommonSpirit Health), (Series 2004 C) Weekly VRDNs, 3.950%, 6/7/2023	4,585,000
	<b>Texas—9.4%</b>	
1,500,000	Mission, TX Economic Development Corp. (Waste Management, Inc.), (Series 2020A) TOBs, (Waste Management Holdings, Inc. GTD), 3.950%, Mandatory Tender 6/1/2023	1,500,000
450,000	Port of Port Arthur Navigation District of Jefferson County, TX (Motiva Enterprises LLC), (Series 2010A) Daily VRDNs, 4.350%, 6/1/2023	450,000
1,000,000	Port of Port Arthur Navigation District of Jefferson County, TX (Motiva Enterprises LLC), (Series 2010B) Daily VRDNs, 4.350%, 6/1/2023	1,000,000
900,000	Port of Port Arthur Navigation District of Jefferson County, TX (Motiva Enterprises LLC), (Series 2010C) Daily VRDNs, 4.360%, 6/1/2023	900,000
2,480,000	Port of Port Arthur Navigation District of Jefferson County, TX (Motiva Enterprises LLC), (Series 2010D) Weekly VRDNs, 3.800%, 6/7/2023	2,480,000
6,150,000	Port of Port Arthur Navigation District of Jefferson County, TX (Motiva Enterprises LLC), (Series 2010E) Weekly VRDNs, 3.830%, 6/7/2023	6,150,000
1,500,000	Travis County, TX Housing Finance Corp. (Roers Austin Apartments Owner II LP), MIZUHO 3A-7 (Series 2023-MIZ9127) VRENS, (Mizuho Bank Ltd. GTD)/(Mizuho Bank Ltd. LIQ), 3.440%, 6/1/2023	1,500,000
	<b>TOTAL</b>	<b>13,980,000</b>
	<b>Wisconsin—5.7%</b>	
7,600,000	Appleton, WI Redevelopment Authority (Fox Cities Performing Arts Center), (Series 2001B) Weekly VRDNs, (Associated Bank, N.A. LOC), 3.750%, 6/7/2023	7,600,000
450,000	Public Finance Authority, WI (Atlantic Housing Foundation, Inc.), Mizuho 3a-7 (2022-MIZ9092) VRENS, (Mizuho Bank Ltd. GTD)/(Mizuho Bank Ltd. LIQ), 3.810%, 6/1/2023	450,000
500,000	Public Finance Authority, WI (DCA Lexington Properties, LLC), Tender Option Bond Trust Receipts (Series 2021-XF2933) Weekly VRDNs, (Mizuho Bank Ltd. GTD)/(Mizuho Bank Ltd. LIQ), 3.810%, 6/1/2023	500,000
	<b>TOTAL</b>	<b>8,550,000</b>
	<b>TOTAL SHORT-TERM MUNICIPALS</b> (IDENTIFIED COST \$149,158,094)	<b>149,112,726</b>
	<b>MUNICIPAL BONDS—0.8%</b>	
	<b>Texas—0.8%</b>	
1,250,000	Mission, TX Economic Development Corp. (Waste Management, Inc.), (Series 2023A) TOBs, (Waste Management Holdings, Inc. GTD), 4.250%, Mandatory Tender 6/3/2024 (IDENTIFIED COST \$1,250,000)	1,251,187
	<b>TOTAL INVESTMENT IN SECURITIES—101.4%</b> (IDENTIFIED COST \$150,408,094) <sup>2</sup>	<b>150,363,913</b>
	<b>OTHER ASSETS AND LIABILITIES - NET—(1.4)%<sup>3</sup></b>	<b>(2,141,027)</b>
	<b>TOTAL NET ASSETS—100%</b>	<b>\$148,222,886</b>

Securities that are subject to the federal alternative minimum tax (AMT) represent 19.7% of the portfolio as calculated based upon total market value (unaudited).

1 Current rate and current maturity or next reset date shown for floating rate notes and variable rate notes/demand instruments. Certain variable rate securities are not based on a published reference rate and spread but are determined by the issuer or agent and are based on current market conditions. These securities do not indicate a reference rate and spread in their description above.

2 Also represents cost of investments for federal tax purposes.

3 Assets, other than investments in securities, less liabilities. See Statement of Assets and Liabilities.

Note: The categories of investments are shown as a percentage of total net assets at May 31, 2023.

## Investment Valuation

In calculating its net asset value (NAV), the Fund generally values investments as follows:

- Fixed-income securities are fair valued using price evaluations provided by a pricing service approved by Federated Investment Management Company (the “Adviser”).
- Shares of other mutual funds or non-exchange-traded investment companies are valued based upon their reported NAVs, or NAV per share practical expedient, as applicable.
- For securities that are fair valued in accordance with procedures established by and under the general supervision of the Adviser, certain factors may be considered, such as: the last traded or purchase price of the security, information obtained by contacting the issuer or dealers, analysis of the issuer’s financial statements or other available documents, fundamental analytical data, the nature and duration of restrictions on disposition, the movement of the market in which the security is normally traded, public trading in similar securities or derivative contracts of the issuer or comparable issuers, movement of a relevant index, or other factors including but not limited to industry changes and relevant government actions.

If any price, quotation, price evaluation or other pricing source is not readily available when the NAV is calculated, if the Fund cannot obtain price evaluations from a pricing service or from more than one dealer for an investment within a reasonable period of time as set forth in the Adviser’s valuation policies and procedures for the Fund, or if information furnished by a pricing service, in the opinion of the Adviser’s valuation committee (“Valuation Committee”), is deemed not representative of the fair value of such security, the Fund uses the fair value of the investment determined in accordance with the procedures described below. There can be no assurance that the Fund could obtain the fair value assigned to an investment if it sold the investment at approximately the time at which the Fund determines its NAV per share, and the actual value obtained could be materially different.

## Fair Valuation Procedures

Pursuant to Rule 2a-5 under the Investment Company Act, the Fund’s Board of Trustees (the “Trustees”) has designated the Adviser as the Fund’s valuation designee to perform any fair value determinations for securities and other assets held by the Fund. The Adviser is subject to the Trustees’ oversight and certain reporting and other requirements intended to provide the Trustees the information needed to oversee the Adviser’s fair value determinations.

The Adviser, acting through its Valuation Committee, is responsible for determining the fair value of investments for which market quotations are not readily available. The Valuation Committee is comprised of officers of the Adviser and certain of the Adviser’s affiliated companies and determines fair value and oversees the calculation of the NAV. The Valuation Committee is also authorized to use pricing services to provide fair value evaluations of the current value of certain investments for purposes of calculating the NAV. The Valuation Committee employs various methods for reviewing third-party pricing-service evaluations including periodic reviews of third-party pricing services’ policies, procedures and valuation methods (including key inputs, methods, models and assumptions), transactional back-testing, comparisons of evaluations of different pricing services, and review of price challenges by the Adviser based on recent market activity. In the event that market quotations and price evaluations are not available for an investment, the Valuation Committee determines the fair value of the investment in accordance with procedures adopted by the Adviser. The Trustees periodically review the fair valuations made by the Valuation Committee. The Trustees have also approved the Adviser’s fair valuation and significant events procedures as part of the Fund’s compliance program and will review any changes made to the procedures.

Factors considered by pricing services in evaluating an investment include the yields or prices of investments of comparable quality, coupon, maturity, call rights and other potential prepayments, terms and type, reported transactions, indications as to values from dealers and general market conditions. Some pricing services provide a single price evaluation reflecting the bid-side of the market for an investment (a “bid” evaluation). Other pricing services offer both bid evaluations and price evaluations indicative of a price between the prices bid and ask for the investment (a “mid” evaluation). The Fund normally uses bid evaluations for any U.S. Treasury and Agency securities, mortgage-backed securities and municipal securities. The Fund normally uses mid evaluations for any other types of fixed-income securities and any OTC derivative contracts. In the event that market quotations and price evaluations are not available for an investment, the fair value of the investment is determined in accordance with procedures adopted by the Adviser.

Various inputs are used in determining the value of the Fund’s investments. These inputs are summarized in the three broad levels listed below:

Level 1—quoted prices in active markets for identical securities.

Level 2—other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.). Also includes securities valued at amortized cost.

Level 3—significant unobservable inputs (including the Fund’s own assumptions in determining the fair value of investments).

The inputs or methodology used for valuing securities are not an indication of the risk associated with investing in those securities.

As of May 31, 2023, all investments of the Fund utilized Level 2 inputs in valuing the Fund's assets carried at fair value.

The following acronym(s) are used throughout this portfolio:

AMT —Alternative Minimum Tax  
BANs —Bond Anticipation Notes  
CP —Commercial Paper  
GTD —Guaranteed  
HFA —Housing Finance Authority  
IDB —Industrial Development Bond  
LIQ —Liquidity Agreement  
LOC —Letter of Credit  
PCRB —Pollution Control Revenue Bond  
PUTTERS—Puttable Tax-Exempt Receipts  
RANs —Revenue Anticipation Notes  
SPEARs —Short Puttable Exempt Adjustable Receipts  
TOBs —Tender Option Bonds  
VMTP —Variable Municipal Term Preferred  
VRDNs —Variable Rate Demand Notes  
VRDPs —Variable Rate Demand Preferreds  
VRENs —Variable Rate Extendible Notes

Portfolio holdings are shown as of the date indicated and are unaudited. Since market conditions fluctuate suddenly and frequently, the portfolio holdings may change and this list is not indicative of future portfolio composition. These portfolio holdings are not intended to be and do not constitute recommendations that others buy, sell, or hold any of the securities listed.

*For more complete information on the fund, visit [FederatedHermes.com/us](https://FederatedHermes.com/us) for a prospectus or a summary prospectus. You should consider the fund's investment objectives, risks, charges, and expenses carefully before you invest. Information about these and other important subjects is in the fund's prospectus or summary prospectus, which you should read carefully before investing.*

**NOT FDIC INSURED MAY LOSE VALUE NO BANK GUARANTEE**

Federated Securities Corp., Distributor

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